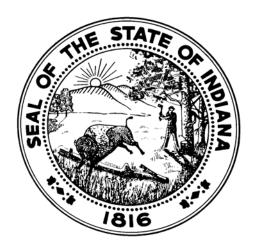
# STATE BOARD OF ACCOUNTS 302 West Washington Street Room E418 INDIANAPOLIS, INDIANA 46204-2765

EXAMINATION REPORT OF

STATE BUREAU OF MOTOR VEHICLES COMMISSION LICENSE BRANCH NUMBER 72 KENDALLVILLE, INDIANA

January 1, 2004 to December 31, 2004



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# OFFICIALS

Office	<u>Official</u>	<u>Term</u>
Chairman, Bureau of Motor Vehicles Commission	Gerald Coleman Mary DePrez Joel Silverman	01-06-02 to 02-29-04 03-01-04 to 01-09-05 01-10-05 to 01-11-09
Branch Manager	Brenda L. Young-Manns Elizabeth G. Morgan	01-01-04 to 08-09-05 08-10-05 to 12-31-05



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#### INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE STATE BUREAU OF MOTOR VEHICLES COMMISSION

We have examined the Schedule of Collections and Distributions of the State Bureau of Motor Vehicles Commission License Branch Number 72 (Branch) for the period of January 1, 2004 to December 31, 2004. The Branch's management is responsible for the schedule. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the Schedule of Collections and Distributions and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the schedule referred to above presents fairly, in all material respects, the cash transactions of the Branch for the year ended December 31, 2004, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

October 26, 2005

# STATE BUREAU OF MOTOR VEHICLES COMMISSION LICENSE BRANCH NUMBER 72 KENDALLVILLE, INDIANA SCHEDULE OF COLLECTIONS AND DISTRIBUTIONS January 1, 2004 to December 31, 2004

		Amount
Collections:		
Registrations	\$	2,870,343
Titles		420,163
Drivers licenses		98,011
Watercraft		132,640
Miscellaneous		675
Total	\$	3,521,832
Distributions:		
State fees	\$	1,155,495
County tax		2,045,046
Commission fees		321,291
Total	\$	3,521,832
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The accompanying notes are an integral part of the schedule.

# STATE BUREAU OF MOTOR VEHICLES COMMISSION LICENSE BRANCH NUMBER 72 KENDALLVILLE, INDIANA NOTES TO SCHEDULE OF COLLECTIONS AND DISTRIBUTIONS

#### Note 1. Introduction

The Motor Vehicles Commission was created to manage the motor vehicle license branches. The Bureau of Motor Vehicles is a separate state agency which provides support services to the Commission controlled license branches. The license branches collect fees which fund the Motor Vehicles Commission. The license branches collect and forward county taxes (excise tax, wheel tax, and surtax) and state fees. The Commission has one contractual branch that is administered by an individual contractor according to Bureau policies. The Commission has developed a mobile license branch to serve the need of CDL license issuance and other special needs as they arise.

#### Note 2. Collections and Distributions

Each branch collects fees and taxes when vehicle and watercraft registrations, titles, and drivers licenses are sold. Fees are uniform throughout the state.

The total daily collections are deposited to a single bank account. From this account the collections are distributed to separate bank accounts which are not controlled by the license branch and belong to the state, county and Bureau of Motor Vehicles Commission.

#### Note 3. Banking System

The Bureau of Motor Vehicles Commission has entered into an agreement with Bank One for a cash concentration system. The system utilizes a series of individual noninterest bearing accounts (clearing accounts) from which all fees and taxes are transferred.

# STATE BUREAU OF MOTOR VEHICLES COMMISSION LICENSE BRANCH NUMBER 72 KENDALLVILLE, INDIANA STATISTICAL INFORMATION January 1, 2004 to December 31, 2004

Transactions Processed	Quantity
Vahiala variatvationa.	
Vehicle registrations:	15.070
Passenger Motorcycle	15,279 631
RV (housecar)	326
Light truck	7,127
Other truck	179
Farm truck	115
Tractor	25
Trailer	3,374
Semitrailer	313
School and church bus	7
Other bus	1
Other	25
Total vehicle registrations	27,402
Drivers licenses and permits:	
Drivers licenses/learners permits	4,333
CDL licenses/CDL permits	244
Placards	490
Other	2,598
Total drivers licenses and permits	7,665
Titles:	
Vehicles	8,062
Watercraft	233
Total titles	8,295
Total watercraft registrations	2,021
3	

## STATE BUREAU OF MOTOR VEHICLES COMMISSION LICENSE BRANCH NUMBER 72 KENDALLVILLE, INDIANA EXAMINATION RESULT AND COMMENT

## **DEPOSIT COMPOSITION**

The composition of cash and checks totals on the cash register tapes did not agree with the breakdown on the bank deposit tickets on 50% of the invoices tested.

Transactions must be entered into the register according to the correct department and payment category keys at all times. (Branch Operations Policies and Procedures Manual, Periodic Reconcilements Chapter) IC 5-13-6-1 states in part: "Public funds . . . shall be deposited in the same form in which they were received."

# STATE BUREAU OF MOTOR VEHICLES COMMISSION LICENSE BRANCH NUMBER 72 KENDALLVILLE, INDIANA EXIT CONFERENCE

The contents of this report were discussed on October 26, 2005, with Elizabeth G. Morgan, Branch Manager.